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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Marketing Service
Milk Marketing Orders Division

1122 South Harrison Street
Fort Wayne 2, Indiana
Phone: Anthony 7401

Federal Milk Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VII No. 2

February 1963

JANUARY UNIFORM PRICE \$3.99

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in January 1963, will receive a minimum uniform price of \$3.99 per hundredweight for milk testing 3.5%. A butterfat differential of 7.0 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$3.99 price for January 1963, is 1 cent above the December 1962 price, but 20 cents below the January 1962 price.

PRODUCTIONS AND UTILIZATION

Approved producers shipped 19,291,816 pounds of milk to the Fort Wayne market during January 1963, of which 14,402,111 pounds or 75% was utilized in Class I by 18 pool handlers. Production was up 4.7% from December 1962. Class I utilization of producer milk was up 5.5% from December 1962.

FEBRUARY CLASS I PRICE \$4.30

\$1.20 was added to the January basic formula price of \$3.10 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for February. This price of \$4.30 is 1 cent under the January Class I price.

1962 MILK PRODUCTION EXCEEDED 1961

The USDA recently announced that milk production in the United States in 1962 totaled 126,509 billion pounds or an increase of 0.8% over 1961. Production was down 1.7% in the State of Indiana. Milk production pooled under the Fort Wayne Order in 1962 totaled 194,854,894 pounds or an increase of 17.3% over 1961, due in part to expansions of the marketing area as of May 1, 1961 and August 1, 1962. Production per farm per month was up 29.3% in 1962 over 1961. Average number of producers per month was down from 893 to 810.

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CURRENT SERIAL RECORDS

FORT WAYNE MILK MARKET NEWS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	January 1963 Reported		January 1962 Reported	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	12,136,919	428,217	10,876,513	382,918
Regular Skim Milk	271,803	3,996	279,441	4,280
Skim Milk - Solids Added	1,191,294	21,950	878,077	15,511
Buttermilk	144,589	1,311	127,772	947
Flavored Milk/Drink	637,004	18,422	552,882	15,135
Cream Mixtures	189,375	23,206	176,532	22,105
Light Cream	11,332	2,432	18,193	3,767
Heavy Cream	16,501	5,681	13,257	4,842
Sour Cream	21,844	4,083	19,061	3,565
Sub Totals	14,620,661	509,298	12,941,728	453,070
Plus Unaccounted For	28,301	3,723	75,549	9,902
Gross Total Class I Milk	14,648,962	513,021	13,017,277	462,972
Less Other Source Receipts	246,851	12,499	23,559	1,369
Less Overages	-0-	-0-	17,930	-0-
Less Beginning Inventory	-0-	-0-	7,942	256
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>14,402,111</u>	<u>500,522</u>	<u>12,967,846</u>	<u>461,347</u>

CLASS II MILK

Class II Production	1,532,152	31,219	870,540	15,364
Sales to Non-pool Plants	2,985,829	218,490	1,657,701	141,875
Ending Inventory	1,538,245	63,611	1,363,829	55,899
Dumped or Livestock Feed	55,494	912	45,708	313
Class II Shrinkage	144,310	8,288	177,159	11,648
Gross Total Class II Milk	6,256,030	322,520	4,114,937	225,099
Less Other Source Receipts	24,992	584	84,168	4,259
Less Overages	38,131	88	721	-0-
Less Beginning Inventory	1,303,202	53,652	1,126,288	47,993
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>4,889,705</u>	<u>268,196</u>	<u>2,903,760</u>	<u>172,847</u>

<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>19,291,816</u>	<u>768,718</u>	<u>15,871,606</u>	<u>634,194</u>
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MISCELLANEOUS INFORMATION

	January 1963	December 1962	January 1962
Daily Class I Milk (Lbs.)	472,547	448,828	419,912
Current Month Compared With:		+ 5.3%	+ 12.5%
Production per Farm per Day	741	698	599
Current Month Compared With:		+ 6.2%	+ 23.7%
Gross Class I Milk to Producer Milk	75.9%	75.5%	82.0%
Pool Value of Producer Milk	\$835,129	\$793,749	\$722,334
Value of Producer Milk per Farm	\$ 994	\$ 933	\$ 845
Wisconsin-Minnesota Series	\$ 3.10	\$ 3.11	\$ 3.30
Butter-Skim Powder Price	\$ 3.00	\$ 2.99	\$ 3.21

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1957	5,297,422	61.0	3.69	3,387,512	39.0	3.90	8,684,954	3.77	897
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
<u>1961</u>									
Jan.	6,347,397	59.1	3.58	4,385,705	40.9	4.34	10,733,102	3.89	845
Feb.	5,893,981	59.1	3.58	4,070,710	40.9	4.19	9,964,691	3.83	836
Mar.	6,429,786	62.6	3.58	3,834,277	37.4	4.12	10,264,063	3.78	724
Apr.	6,044,454	60.7	3.58	3,910,303	39.3	4.05	9,954,757	3.77	710
May	11,943,187	67.8	3.56	5,666,314	32.2	4.08	17,609,501	3.73	977
Jun.	10,853,098	64.3	3.54	6,023,595	35.7	3.61	16,876,693	3.57	964
Jul.	10,885,298	70.5	3.55	4,555,992	29.5	3.36	15,441,290	3.61	963
Aug.	11,087,479	76.6	3.54	3,382,028	23.4	3.90	14,469,507	3.63	927
Sep.	11,968,648	83.9	3.57	2,294,294	16.1	3.90	14,262,942	3.63	940
Oct.	12,462,080	80.1	3.55	3,098,449	19.9	4.46	15,560,529	3.73	949
Nov.	12,290,099	82.0	3.59	2,697,330	18.0	5.17	14,987,429	3.88	953
Dec.	12,479,761	78.0	3.65	3,521,752	22.0	5.10	16,001,513	3.97	924
Ave.	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
<u>1962</u>									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775
June	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767
July	11,679,887	77.0	3.49	2,484,840	23.0	3.83	15,164,727	3.57	770
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782
Sep.	12,855,089	83.8	3.45	2,493,284	16.2	4.48	15,348,373	3.62	836
Oct.	13,875,255	81.9	3.48	3,076,464	18.1	4.94	16,951,719	3.75	837
Nov.	13,690,606	80.8	3.52	3,252,253	19.2	5.51	16,942,859	3.90	844
Dec.	13,645,073	74.1	3.54	4,777,978	25.9	5.19	18,423,051	3.97	851
Ave.	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
<u>1963</u>									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	840

FORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS

(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II		UNIFORM	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Producer	
1957	\$3.123	\$1.16	\$+0.06	\$4.348	\$3.123	\$3.93	\$.077	\$.068	\$.068	
1958	2.965	1.16	+0.04	4.173	2.965	3.73	.076	.067	.067	
1959	3.002	1.16	+0.10	4.264	3.002	3.84	.077	.069	.069	
1960	3.046	1.16	+0.12	4.325	3.046	3.88	.077	.068	.068	
<u>1961</u>										
Jan.	3.100	1.15	---	4.250	3.100	3.79	.079	.070	.070	
Feb.	3.043	1.15	---	4.193	3.043	3.74	.079	.070	.070	
Mar.	3.039	1.15	---	4.189	3.039	3.76	.079	.070	.070	
Apr.	3.137	1.15	---	4.287	3.137	3.85	.079	.070	.070	
May	3.23	1.20	---	4.430	3.19	3.64*	.076	.070	.074	
Jun.	3.19	1.20	---	4.39	3.18	3.59*	.076	.070	.074	
Jul.	3.18	1.20	---	4.38	3.18	4.02	.076	.070	.074	
Aug.	3.18	1.20	---	4.38	3.20	4.11	.076	.070	.074	
Sep.	3.20	1.20	---	4.40	3.20	4.50*	.076	.070	.075	
Oct.	3.20	1.20	---	4.40	3.20	4.42*	.076	.070	.075	
Nov.	3.20	1.20	---	4.40	3.21	4.45*	.076	.070	.075	
Dec.	3.21	1.20	---	4.41	3.22	4.14	.076	.070	.074	
Ave.	3.16	1.18	---	4.34	3.16	4.00	.077	.070	.073	
<u>1962</u>										
Jan.	3.22	1.20	---	4.42	3.21	4.19	.076	.070	.074	
Feb.	3.21	1.20	---	4.41	3.21	4.20	.076	.070	.075	
Mar.	3.29	1.20	---	4.49	3.20	4.24	.076	.070	.075	
Apr.	3.21	1.20	---	4.41	3.02	3.70*	.076	.067	.073	
May	3.05	1.20	---	4.25	2.97	3.51*	.072	.067	.070	
Jun.	3.01	1.20	---	4.21	2.95	3.52*	.072	.067	.071	
Jul.	3.01	1.20	---	4.21	2.95	3.92	.072	.067	.071	
Aug.	3.03	1.20	---	4.23	3.04	4.04	.072	.067	.071	
Sep.	3.04	1.20	---	4.24	3.06	4.43*	.072	.067	.071	
Oct.	3.06	1.20	---	4.26	3.06	4.38*	.073	.067	.072	
Nov.	3.07	1.20	---	4.27	3.09	4.38*	.072	.067	.071	
Dec.	3.10	1.20	---	4.30	3.09	3.98	.072	.067	.070	
Ave.	3.11	1.20	---	4.31	3.07	4.04	.073	.068	.072	
<u>1963</u>										
Jan.	3.11	1.20	---	4.31	3.10	3.99	.072	.067	.070	

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Agricultural Marketing Service
Milk Marketing Orders Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne 2, Indiana
Phone: Anthony 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 18 Handlers)
January 1963

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices at Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I	14,402,111	3.4753	\$ 4.292243	\$618,173.63	74.65%
Class II	<u>4,889,705</u>	5.4849	4.429890	<u>216,608.59</u>	<u>25.35</u>
Total	19,291,816			\$834,782.22	100.00%
Add: Value of Overage				346.85	
Add: Value of Other Source Assessments				.00	
Add: Value of Inventory Reclassified				<u>.00</u>	
Pool Value of Producer Milk				\$835,129.07	
Less: Butterfat Adjustment to 3.5%				65,453.11	
Add: 1/2 Cash Balance in Producer Settlement Fund				<u>7,933.65</u>	Rate Per Cwt.
Adjusted Pool Value				\$777,609.61	\$4.030774
Less: Producer Settlement Fund Reserve				<u>7,866.15</u>	<u>.040774</u>
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$769,743.46	\$3.99

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	500,522	\$ 0.072	\$36,037.58
Class II	<u>268,196</u>	<u>0.067</u>	<u>17,969.13</u>
Total	768,718	\$ 0.070	\$54,006.71

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$3.99 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.070 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR JANUARY 1963

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.815	3.70	\$4.130	4.15	\$4.445	4.60	\$4.760
3.30	3.850	3.75	4.165	4.20	4.480	4.65	4.795
3.35	3.885	3.80	4.200	4.25	4.515	4.70	4.830
3.40	3.920	3.85	4.235	4.30	4.550	4.75	4.865
3.45	<u>3.955</u>	3.90	4.270	4.35	4.585	4.80	4.900
3.50	<u>/3.990/</u>	3.95	4.305	4.40	4.620	4.85	4.935
3.55	4.025	4.00	4.340	4.45	4.655	4.90	4.970
3.60	4.060	4.05	4.375	4.50	4.690	4.95	5.005
3.65	4.095	4.10	4.410	4.55	4.725	5.00	5.040

Date Announced:
February 12, 1963

R. J. Connolly
Market Administrator

